



Montana Environmental Trust Group LLC,  
Trustee of the Montana Environmental Custodial Trust  
By Greenfield Environmental Trust Group, Inc., Member  
P.O. Box 1189 Helena, Montana 59624  
Telephone: (406)457-2142  
Email: [ir@g-etg.com](mailto:ir@g-etg.com)

September 17, 2019

**By Electronic Mail**

Betsy Burns, US EPA Region 8  
Jenny Chambers, Montana Department of Environmental Quality  
Max Greenblum, US EPA Region 8  
Katherine Hausrath, Montana Department of Justice  
Amy Horner Hanley, Department of the Interior  
Harley Harris, Montana Department of Justice  
Greg Mullen, Montana Department of Justice  
Karen Nelson, US Fish and Wildlife Service  
Alan Tenenbaum, US Department of Justice  
Joe Vranka, US EPA Region 8—Montana Office  
James Opp USDA Forest Service

**Subject: Custodial Trust Second Quarter 2019 Financial Statements**

As Trustee for the Montana Environmental Custodial Trust (the Custodial Trust), Montana Environmental Trust Group LLC, hereby submits the attached financial statements for the following Custodial Trust Accounts to the beneficiaries of the Custodial Trust:

- (1) The Custodial Trust Administrative Account;
- (2) The East Helena Cleanup Account;
- (3) The Mike Horse/Upper Blackfoot Mining Complex Cleanup Account;
- (4) The Black Pine Cleanup Account; and
- (5) The Iron Mountain Cleanup Account

The attached financial statements cover the quarter and six month period ending June 30, 2019 and are submitted pursuant to the Custodial Trust's obligations under ¶6.1 of the Environmental Custodial Trust Agreement (Attachment D to the Consent Decree and Settlement Agreement Regarding the Montana Sites).

Please do not hesitate to contact me or Cindy Brooks with any questions pertaining to the attached.

Sincerely,

A handwritten signature in blue ink that reads "Jen Roberts, CPA". The signature is written in a cursive, flowing style.

Montana Environmental Trust Group, LLC  
Trustee of the Montana Environmental Custodial Trust  
By: Greenfield Environmental Trust Group, Inc., Member  
By: Jennifer Roberts, Director of Financial Affairs

Attachments

cc: Thad Adkins—MDEQ  
Cynthia Brooks—Custodial Trust  
Daryl Reed—MDEQ  
Denise Martin—MDEQ  
Joel Chavez—MDEQ  
Lauri Gorton— Custodial Trust  
Molly Roby— Custodial Trust  
Robert Roll—MDEQ  
Jessica Wilkerson—MDEQ



Wipfli LLP  
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Helena, MT 59624  
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Helena, MT 59601  
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## Accountant's Compilation Report

To the Trustees and Beneficiaries  
Montana Environmental Trust Group LLC  
Trustee for the Montana Environmental Custodial Trust  
Helena, MT

The Trustees are responsible for the accompanying special purpose financial statements of; the Custodial Trust Administrative Account, the East Helena Cleanup Account, the Mike Horse/Upper Blackfoot Complex Cleanup Account, the Black Pine Cleanup Account and the Iron Mountain Cleanup Account (collectively the Custodial Trust), which comprise the statement of financial position as of June 30, 2019 and the related statements of activities for the quarter and six month period then ending and for determining that the special purpose basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by the trustees. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the special purpose basis of accounting in accordance with the requirements of the Trust's obligations under ¶16.1 of the Environmental Response Trust Agreement, which is a basis of accounting other than accounting principles generally accepted in the United States.

Management has elected to omit substantially all the disclosures ordinarily included in special purpose financial statements prepared in accordance with the prescribed format basis of accounting. If the omitted disclosures were included in the special purpose financial statements, they might influence the user's conclusions about the Trust's assets, liabilities, net assets, additions, and deductions. Accordingly, the special purpose financial statements are not designed for those who are not informed about such matters.

### Supplementary Information

The Black Pine Mine Custodial Trust Expense Tracking supplementary information is presented for purposes of additional analysis and is not a required part of the special purpose financial statements. This information is the representation of the trustees. The information was subject to our compilation engagements; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to Montana Environmental Trust Group LLC.

*Wipfli LLP*

Wipfli LLP  
September 17, 2019  
Helena, MT

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENT OF FINANCIAL POSITION

*As of June 30, 2019*

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ASSETS

Current assets

Cash	\$ 54,739.07
Due from other cost centers	<u>84,243.64</u>
Total current assets	138,982.71

Investments

5,309,663.25

Total assets

\$ 5,448,645.96

LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 87,026.29
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Net assets

5,361,619.67

Total net assets and liabilities

\$ 5,448,645.96

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Investment income, net of fees	\$ 24,430.19	\$ 51,170.59			
Unrealized gains (losses)	32,306.65	62,460.30			
Total revenues (losses)	56,736.84	113,630.89			
Expenses:					
1.A Financial Affairs					
1.A.1 Outside Financial Services	9,389.09	14,504.34	\$ 33,000.00	\$ (18,495.66)	43.95%
1.A Financial Affairs Total	9,389.09	14,504.34	33,000.00	(18,495.66)	43.95%
1.C Property Taxes					
1.C.1 East Helena	17,190.90	17,190.90	89,500.00	(72,309.10)	19.21%
1.C.2 UBMC-Mike Horse	2,198.43	2,198.43	5,400.00	(3,201.57)	40.71%
1.C.3 Black Pine	1,204.93	1,204.93	4,200.00	(2,995.07)	28.69%
1.C.4 Iron Mountain	160.25	160.25	400.00	(239.75)	40.06%
1.C Property Taxes Total	20,754.51	20,754.51	99,500.00	(78,745.49)	20.86%
1.F Site Security					
1.F.1 East Helena	8,663.00	13,118.00	33,450.00	(20,332.00)	39.22%
1.F.2 UBMC-Mike Horse	165.37	165.37	9,400.00	(9,234.63)	1.76%
1.F.3 Black Pine	4,982.47	10,347.46	20,100.00	(9,752.54)	51.48%
1.F.4 Iron Mountain	-	-	1,400.00	(1,400.00)	0.00%
1.F Site Security Total	13,810.84	23,630.83	64,350.00	(40,719.17)	36.72%
1.G Insurance					
1.G.1 Commercial General Liability	-	46,237.50	54,000.00	(7,762.50)	85.63%
1.G.2 Vehicle-Equipment Insurance	-	-	9,000.00	(9,000.00)	0.00%
1.G.3 Property Insurance	14,928.60	14,928.60	18,000.00	(3,071.40)	82.94%
1.G Insurance Total	14,928.60	61,166.10	81,000.00	(19,833.90)	75.51%

**Montana Environmental Custodial Trust**  
**Custodial Trust Administrative Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
1.H Trust Legal Affairs					
1.H.1 Outside Council	-	120.00	3,500.00	(3,380.00)	3.43%
1.H.3 GETG Professional Fees	3,371.50	15,849.00	21,500.00	(5,651.00)	73.72%
1.H.4 Water Rights	1,003.00	3,304.00	21,800.00	(18,496.00)	15.16%
1.H Trust Legal Affairs Total	4,374.50	19,273.00	46,800.00	(27,527.00)	41.18%
1.I Unpatented Mining Claims					
1.I.1 Fees for Unpatented Mining Claims	332.50	332.50	55,000.00	(54,667.50)	0.60%
1.K Property Sales					
1.K.1 East Helena	5,143.00	6,989.00	99,600.00	(92,611.00)	7.02%
1.K.2 UBMC-Mike Horse	-	-	1,700.00	(1,700.00)	0.00%
1.K.4 Iron Mountain	-	-	1,700.00	(1,700.00)	0.00%
1.K Property Sales Total	5,143.00	6,989.00	103,000.00	(96,011.00)	6.79%
1.L Trustee Costs					
1.L.1 Trustee Fees	5,838.25	11,715.50	26,700.00	(14,984.50)	43.88%
1.L.2 Trustee Expenses	-	-	1,500.00	(1,500.00)	0.00%
1.L Trustee Costs Total	5,838.25	11,715.50	28,200.00	(16,484.50)	41.54%
Total expenses	74,571.29	158,365.78	510,850.00	\$ (300,988.56)	31.00%
Change in net assets	(17,834.45)	(44,734.89)	\$ (510,850.00)		
Net assets, beginning of period	5,379,454.12	5,406,354.56			
Net assets, end of period	\$ 5,361,619.67	\$ 5,361,619.67			

(1) Beginning net assets restated by \$24,695.17 for 2018 invoice related to Water Rights, received after distribution of 2018 financial statements.

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of June 30, 2019*

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ASSETS

Current assets

Cash	\$ 303,989.83
Accounts receivable	55,950.00
Total current assets	<u>359,939.83</u>

Investments

Total assets	<u>53,807,362.72</u>
	<u><u>\$ 54,167,302.55</u></u>

LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 563,799.81
Due to other cost centers	59,623.94
Total current liabilities	<u>623,423.75</u>

Net assets

Total net assets and liabilities	<u>53,543,878.80</u>
	<u><u>\$ 54,167,302.55</u></u>

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Income					
Agricultural Tenants	\$ -	\$ -			
Slag Pile	-	55,950.00			
Income Total	-	55,950.00			
Investment activity, net of fees	251,353.69	458,205.16			
Unrealized gains (losses)	596,472.17	1,762,892.59			
Total revenues (losses)	847,825.86	2,277,047.75			
Expenses:					
2.B · General Site Operations					
2.B.1 · Operations & Maintenance	7,401.92	13,205.28	\$ 38,700.00	\$ (25,494.72)	34.12%
2.B.2 · Office Operations	-	-	4,000.00	(4,000.00)	0.00%
2.B.3 · Safety	713.50	961.00	14,100.00	(13,139.00)	6.82%
2.B.6 · Emergency Response	-	-	20,000.00	(20,000.00)	0.00%
2.B.7 · Site Office	3,485.00	4,660.35	9,500.00	(4,839.65)	49.06%
Total 2.B · General Site Operations	11,600.42	18,826.63	86,300.00	(67,473.37)	21.82%
2.F · RCRA Compliance					
2.F.1 · Reporting	-	-	2,000.00	(2,000.00)	0.00%
2.F.2 · Inspections	-	-	2,000.00	(2,000.00)	0.00%
2.F.5 · CAMU O&M/Leachate Collection and Disposal	907.50	1,650.00	490,900.00	(489,250.00)	0.34%
Total 2.F · RCRA Compliance	907.50	1,650.00	494,900.00	(493,250.00)	0.33%



**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
2.J · RCRA Corrective Action Implementation					
2.J.1 · South Plant Hydraulic Control IM					
2.J.1a · SPHC IM Design	-	-	289,000.00	(289,000.00)	0.00%
2.J.1 · SPHC IM Design & Construction	-	-	289,000.00	(289,000.00)	0.00%
2.J.4 · IM/RCRA Support					
2.J.4b · Corrective Measures Study	-	-	20,000.00	(20,000.00)	0.00%
2.J.4 · IM/RCRA Support	-	-	20,000.00	(20,000.00)	0.00%
2.J.6 · Corrective Measure Implementation					
2.J.6a · CMI Work Plan	-	-	150,000.00	(150,000.00)	0.00%
2.J.6b · Final Remedy Construction/Implementation	-	-	220,000.00	(220,000.00)	0.00%
2.J.6c · Corrective Measures O&M	15,613.13	112,886.90	896,600.00	(783,713.10)	12.59%
2.J.6d · 2017 CAMP/Performance Monitoring	43,275.27	44,351.52	425,000.00	(380,648.48)	10.44%
2.J.6e · Long term Technical Planning/Support	-	-	50,000.00	(50,000.00)	0.00%
2.J.6f · Residential Well Abandonment	-	-	176,000.00	(176,000.00)	0.00%
2.J.6g · East Helena Water Quality Projects	3,455.25	3,455.25	1,466,995.00	(1,463,539.75)	0.24%
2.J.6 · Design Management/Execution	62,343.65	160,693.67	3,384,595.00	(3,223,901.33)	4.75%
2.J.7 · Long-term Stewardship and O&M					
2.J.7a · Greenway Project	-	-	-	-	0.00%
2.J.7 · Long-term Stewardship and O&M	-	-	-	-	0.00%
Total 2.J · RCRA Corrective Action Implementation	62,343.65	160,693.67	3,693,595.00	(3,532,901.33)	4.35%
2.K · Documents & Records					
2.K.2 · System Maintenance	2,037.21	6,542.87	18,000.00	(11,457.13)	36.35%
Total 2.K · Documents & Records	2,037.21	6,542.87	18,000.00	(11,457.13)	36.35%
2.M · CERCLA Compliance					
2.M.1 · CERCLA/ROD Compliance	2,454.37	3,093.74	34,400.00	(31,306.26)	8.99%
2.M.2 · Soils Remediations - Dartman Field	386,052.32	387,712.82	395,990.00	(8,277.18)	97.91%
Total 2.M · CERCLA Compliance	388,506.69	390,806.56	430,390.00	(39,583.44)	90.80%
2.N · Financial Affairs					
2.N.1 · Financial Affairs-CPA	4,307.05	12,069.83	30,000.00	(17,930.17)	40.23%
Total 2.N · Financial Affairs	4,307.05	12,069.83	30,000.00	(17,930.17)	40.23%

**Montana Environmental Custodial Trust**  
**East Helena Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
2.O · Redevelopment					
2.O.2 · Redevelopment Support	-	-	10,000.00	(10,000.00)	0.00%
2.O.3 · Redevelopment Issues	-	-	5,000.00	(5,000.00)	0.00%
Total 2.O · Redevelopment	-	-	15,000.00	(15,000.00)	0.00%
2.P · Community Relations					
2.P.1 · General Meetings	-	-	3,000.00	(3,000.00)	0.00%
2.P.2 · RCRA Annual Public Meeting	-	-	3,000.00	(3,000.00)	0.00%
2.P.3 · East Helena Website	-	350.00	7,500.00	(7,150.00)	4.67%
2.P.5 · Other Community Relations	-	4,500.00	41,000.00	(36,500.00)	10.98%
Total 2.P · Community Relations	-	4,850.00	54,500.00	(49,650.00)	8.90%
2.R · Legal Support					
2.R.1 · Outside Counsel Fees & Expenses	-	513.00	15,000.00	(14,487.00)	3.42%
2.R.2 · In-House Legal Services	7,172.50	12,545.50	41,200.00	(28,654.50)	30.45%
Total 2.R · Legal Support Total	7,172.50	13,058.50	56,200.00	(43,141.50)	23.24%
2.T · Trustee Management & Support					
2.T.4 · GW and PPC Project Management	8,791.25	13,195.61	56,000.00	(42,804.39)	23.56%
2.T.6 · Compliance Manager	5,953.00	13,430.00	13,700.00	(270.00)	98.03%
2.T.8 · Operations Support Specialist	3,470.00	8,195.00	14,300.00	(6,105.00)	57.31%
2.T.9 · Project Controls/Fin Affairs Coordinator	4,921.50	14,097.50	94,100.00	(80,002.50)	14.98%
2.T.11 · Trustee Mgmt. EH Clean Up	31,447.00	62,494.00	141,600.00	(79,106.00)	44.13%
2.T.12 · Trustee Land Use & Re-use	-	-	37,500.00	(37,500.00)	0.00%
2.T.13 · Trustee Travel and Directs	-	-	12,000.00	(12,000.00)	0.00%
2.T.14 · Project Management/LT Stewardship Oversight	17,788.50	27,698.50	76,400.00	(48,701.50)	36.25%
Total 2.T · Trustee Management & Support Total	72,371.25	139,110.61	445,600.00	(306,489.39)	31.22%
Total East Helena expenses	549,246.27	747,608.67	\$ 5,324,485.00	\$ (4,576,876.33)	14.04%
Change in net assets	298,579.59	1,529,439.08			
Net assets, beginning of period	53,245,299.21	52,014,439.72			
Net assets, end of period	\$ 53,543,878.80	\$ 53,543,878.80			

**Montana Environmental Custodial Trust**  
**Summary East Helena Clean-up Account**

SUMMARY STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Rental/Lease Income	\$ -	\$ 55,950.00			
Investment activity, net of fees	251,353.69	458,205.16			
Unrealized gains (losses)	596,472.17	1,762,892.59			
Total revenues (losses)	847,825.86	2,277,047.75			
Expenses:					
2.B · General Site Operations	11,600.42	18,826.63	86,300.00	(67,473.37)	21.82%
2.F · RCRA Compliance	907.50	1,650.00	494,900.00	(493,250.00)	0.33%
2.J · RCRA Corrective Action Implementation	62,343.65	160,693.67	3,693,595.00	(3,532,901.33)	4.35%
2.K · Documents & Records	2,037.21	6,542.87	18,000.00	(11,457.13)	36.35%
2.M · CERCLA Compliance	388,506.69	390,806.56	430,390.00	(39,583.44)	90.80%
2.N · Financial Affairs	4,307.05	12,069.83	30,000.00	(17,930.17)	40.23%
2.O · Redevelopment	-	-	15,000.00	(15,000.00)	0.00%
2.P · Community Relations	-	4,850.00	54,500.00	(49,650.00)	8.90%
2.R · Legal Support	7,172.50	13,058.50	56,200.00	(43,141.50)	23.24%
2.T · Trustee Management & Staff	72,371.25	139,110.61	445,600.00	(306,489.39)	31.22%
Total East Helena expenses	549,246.27	747,608.67	\$ 5,324,485.00	\$ (4,576,876.33)	14.04%
Change in net assets	298,579.59	1,529,439.08			
Net assets, beginning of period	53,245,299.21	52,014,439.72			
Net assets, end of period	\$ 53,543,878.80	\$ 53,543,878.80			

**Montana Environmental Custodial Trust**  
**Mike Horse/UBMC Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of June 30, 2019*

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ASSETS

Current assets

Cash	\$ 27.50
Prepaid expenses - DEQ	35,626.54
Total current assets	<u>35,654.04</u>

Investments

Total assets	<u>3,434,742.83</u> <u><u>\$ 3,470,396.87</u></u>
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LIABILITIES AND NET ASSETS

Liabilities

Accounts payable	\$ 120,194.55
Due to other cost centers	24,304.10
Total current liabilities	<u>144,498.65</u>

Net assets

Total net assets and liabilities	<u>3,325,898.22</u> <u><u>\$ 3,470,396.87</u></u>
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**Montana Environmental Custodial Trust  
Mike Horse/UBMC Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest income - DEQ	\$ 262.88	\$ 589.86			
Investment income, net of fees	15,270.02	30,202.34			
Unrealized gains (losses)	19,268.50	39,955.70			
Sale of Assets	700.00	700.00			
Total revenues (losses)	35,501.40	71,447.90			
Expenses:					
4.1 MT DEQ Expenses					
4.A Personnel (MT DEQ)	8,465.84	14,339.79	\$ 29,558.00	\$ (15,218.21)	48.51%
4.DEQ Direct & Indirect Expenses	2,041.44	3,775.30	8,836.00	(5,060.70)	42.73%
4.1 Total MT DEQ Expenses	10,507.28	18,115.09	38,394.00	(20,278.91)	47.18%
4.2 Other Expenses					
4.B Material, Supplies & Chemicals					
1-62244 Chemicals	46,289.70	46,289.70	141,550.00	(95,260.30)	32.70%
WTP Supplies	13,850.24	28,857.00	56,900.00	(28,043.00)	50.72%
4.B Material, Supplies & Chemicals	60,139.94	75,146.70	198,450.00	(123,303.30)	37.87%
4.C Operating Labor					
1-62102-01 WTS/Trust Management and Oversight	13,821.05	28,785.41	100,995.00	(72,209.59)	28.50%
1-62102-02 GETG Trustee Oversight	11,200.00	18,059.00	71,900.00	(53,841.00)	25.12%
1-62102-22 WTP Technician/Operator	64,471.39	109,859.63	220,950.00	(111,090.37)	49.72%
4.C Operating Labor	89,492.44	156,704.04	393,845.00	(237,140.96)	39.79%
4.D Other Professional Services/Labor (Routine)					
1-62102-31 PLC & Instrumentation Service (MET)	-	3,488.50	28,250.00	(24,761.50)	12.35%
1-62891 Handyman Charges	440.00	1,376.90	7,500.00	(6,123.10)	18.36%
1-62102-51 Accounting Services (Wipfli)	940.98	1,575.69	5,000.00	(3,424.31)	31.51%
1-62243 Weed Control	-	-	1,200.00	(1,200.00)	0.00%
4.D Other Professional Services/Labor	1,380.98	6,441.09	41,950.00	(35,508.91)	15.35%
4.E WTP Operations - Analytical (Routine)					
1-62106-01 Energy Lab Testing (O&M Samples)	6,766.25	8,740.25	14,300.00	(5,559.75)	61.12%
1-62106-02 Linda Tangen Data Validation (O&M)	982.24	1,519.52	4,550.00	(3,030.48)	33.40%
4.E WTP Operations - Analytical	7,748.49	10,259.77	18,850.00	(8,590.23)	54.43%

**Montana Environmental Custodial Trust**  
**Mike Horse/UBMC Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
4.F WTP Operations - Utilities (Routine)					
1-62186 Waste Disposal	3,045.75	3,385.44	20,400.00	(17,014.56)	16.60%
1-62371 Telephone	982.81	1,883.51	6,200.00	(4,316.49)	30.38%
1-62601 Electricity	11,897.36	18,771.71	62,200.00	(43,428.29)	30.18%
1-62605 Water & Sewage	240.00	240.00	2,500.00	(2,260.00)	9.60%
1-62606 Garbage & Trash	310.30	580.60	1,800.00	(1,219.40)	32.26%
1-62607 Propane	-	-	21,200.00	(21,200.00)	0.00%
4.F WTP Operations - Utilities	16,476.22	24,861.26	114,300.00	(89,438.74)	21.75%
4.H Projects & Construction					
1-62102-01 · Unforeseen Breakdowns and Repair Response Funds	-	-	5,000.00	(5,000.00)	0.00%
1-62102-204 Health & Safety Compliance	-	-	-	-	0.00%
1-63113-03 Spare Parts	501.22	501.22	15,000.00	(14,498.78)	3.34%
1-63113-20 Finalize O&M Manual	-	-	-	-	0.00%
1-62102-233 · Building Repairs (Corrosion Damage)	-	-	4,500.00	(4,500.00)	0.00%
1-63113-48 - Fabricate & install sheet metal enclosures on Cell 7 exposed	-	-	-	-	0.00%
1-63113-50 - Install wildlife fence around perimeter of Cell 7	-	-	4,500.00	(4,500.00)	0.00%
1-63113-53 - Reconfigure 300' vault piping for conveyance line cleaning with "pigs" & install 3" flow meter on redundant line and contractor for conveyance line pigging	-	-	-	-	0.00%
1-63113-58 - Purchase and install cartridge filters	-	-	-	-	0.00%
1-63113-67 - WTP Focused Feasibility Study	6,550.96	15,824.47	16,200.00	(375.53)	97.68%
1-63113-68 - WTP Short-term Treatment Options Evaluation	9,181.43	12,082.76	17,100.00	(5,017.24)	70.66%
1-63113-69 - Long-Term WTP Modification	-	-	-	-	0.00%
1-63113-70 - USFS Land Swap Evaluation	3,058.75	3,058.75	21,900.00	(18,841.25)	13.97%
1-63113-71 - Water Management/Source Control Evaluation and Testing	-	-	-	-	0.00%
4.H Projects & Construction	19,292.36	31,467.20	84,200.00	(52,732.80)	37.37%
4.2 Total Other Expenses	194,530.43	304,880.06	851,595.00	(546,714.94)	35.80%
Total expenses	205,037.71	322,995.15	889,989.00	(566,993.85)	36.29%
Change in net assets	(169,536.31)	(251,547.25)	\$ (889,989.00)	\$ 566,993.85	28.26%
Net assets, beginning of period	3,495,434.53	3,577,445.47 <sup>(1)</sup>			
Net assets, end of period	<u>\$ 3,325,898.22</u>	<u>\$ 3,325,898.22</u>			

(1) Beginning net assets restated by \$2,615.40 for Building Repair credit invoices for 2018 costs, received after distribution of 2018 financial statements.

See Accountant's Compilation Report

# Montana Environmental Custodial Trust

## Black Pine Clean-up Account

### STATEMENT OF FINANCIAL POSITION

*As of June 30, 2019*

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#### ASSETS

##### Current assets

Cash	\$ 18,138.04
Prepaid expenses - DEQ	176,729.41
Total current assets	<u>194,867.45</u>

##### Investments

Total assets	<u>10,952,939.56</u>
	<u>\$ 11,147,807.01</u>

#### LIABILITIES AND NET ASSETS

##### Liabilities

Accounts payable	\$ 4,303.10
Due to other cost centers	-
Total current liabilities	<u>4,303.10</u>

##### Net assets

Total net assets and liabilities	<u>11,143,503.91</u>
	<u>\$ 11,147,807.01</u>

**Montana Environmental Custodial Trust**  
**Black Pine Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest Income - DEQ	\$ 1,016.88	\$ 1,099.53			
Interest Income - MM	365.21	374.00			
Investment income, net of fees	48,635.12	99,589.94			
Unrealized gains (losses)	71,333.93	133,045.59			
Total revenues (losses)	121,351.14	234,109.06			
Expenses:					
5.1 Costs Paid Directly by Trustee from Clean-up Account					
2-2-02 Trustee Services/Expenses-GETG	1,116.00	2,708.00	\$ 35,000.00	\$ (32,292.00)	7.74%
2-2-03 Mine Maintenance/Security	4,231.50	8,463.00	18,618.60	(10,155.60)	45.45%
2-2-04 Generator Maintenance	-	1,180.66	2,000.00	(819.34)	59.03%
2-2-51 Accounting Services	770.48	1,189.17	5,000.00	(3,810.83)	23.78%
2-62401 Mileage	563.47	1,021.96	2,266.65	(1,244.69)	45.09%
2-62405 Snowmobile	187.50	862.50	907.50	(45.00)	95.04%
5.1.1 Utilities					
2-62601 Electricity	2,923.17	3,579.22	6,500.00	(2,920.78)	55.06%
2-62607 Propane	-	-	2,840.00	(2,840.00)	0.00%
5.1.1 Utilities Total	2,923.17	3,579.22	9,340.00	(5,760.78)	38.32%
5.1 Trustee Costs Total	9,792.12	19,004.51	73,132.75	(54,128.24)	25.99%
5.2 DEQ Costs	89,267.49	361,683.92 <sup>(1)</sup>	568,659.62 <sup>(2)</sup>	(206,975.70)	63.60%
Total expenses	99,059.61	380,688.43	641,792.37	(261,103.94)	59.32%
Change in net assets	22,291.53	(146,579.37)	\$ (641,792.37)	\$ 261,103.94	22.84%
Net assets, beginning of period	11,121,212.38	11,290,083.28			
Net assets, end of period	\$ 11,143,503.91	\$ 11,143,503.91			

(1) See the supplemental schedule provided by the Montana Department of Environmental Quality for details of 5.2 DEQ Costs



Black Pine Mine Custodial Trust Expense Tracking

		Personnel	Fringe	Travel	Equipment	Supplies	Consultants	Construction	Other	Total Direct	Indirect	Totals
Budget Request 2019		\$ 38,873.00	\$ 15,549.00	\$ 8,594.00	\$ -	\$ -	\$ 187,282.62	\$ 291,500.00	\$ 5,925.00	\$ 547,723.62	\$ 20,936.00	\$ 568,659.62
Additional Funding Received												
	Jan-Mar 2019	\$ 5,909.26	\$ 1,951.68	\$ 24.00		\$ 4,775.00	\$ 24,531.30	\$ 220,829.17	\$ 1.56	\$ 258,021.97	\$ 14,394.49	\$ 272,416.46
	Apr-Jun 2019	\$ 6,906.38	\$ 2,553.72	\$ 392.41		\$ 647.96	\$ 72,383.33			\$ 82,883.80	\$ 6,383.69	\$ 89,267.49
	July-Sep 2019											
	Oct-Dec 2019											
Expenses 2019		\$ 12,815.64	\$ 4,505.40	\$ 416.41	\$ -	\$ 5,422.96	\$ 96,914.63	\$ 220,829.17	\$ 1.56	\$ 340,905.77	\$ 20,778.18	\$ 361,683.95
2019 Budget request balance remaining		\$ 26,057.36	\$ 11,043.60	\$ 8,177.59	\$ -	\$ (5,422.96)	\$ 90,367.99	\$ 70,670.83	\$ 5,923.44	\$ 206,817.85	\$ 157.82	\$ 206,975.67
		Personnel	Fringe	Travel	Equipment	Supplies	Consultants	Construction	Other	Total Direct	Indirect	Totals

**Montana Environmental Custodial Trust**  
**Iron Mountain Clean-up Account**

STATEMENT OF FINANCIAL POSITION

*As of June 30, 2019*

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ASSETS	
Current assets	
Cash	\$ 1,140.34
Investments	270,027.79
Total assets	<u>\$ 271,168.13</u>
LIABILITIES AND NET ASSETS	
Liabilities	
Accounts payable	\$ -
Net assets	271,168.13
Total net assets and liabilities	<u>\$ 271,168.13</u>

**Montana Environmental Custodial Trust**  
**Iron Mountain Clean-up Account**

STATEMENTS OF ACTIVITIES

*For the quarter and six-month period ending June 30, 2019*

	2nd Qtr	Six Months Ending 6/30/19	Approved Budget	Variance	Percentage of Budget
Revenues:					
Interest Income - DEQ	\$ -	\$ -			
Investment income, net of fees	1,496.82	2,978.32			
Unrealized gains (losses)	-	-			
Total revenues (losses)	1,496.82	2,978.32			
Expenses:					
VI.A Clean-up Activities					
VI.A.1 GETG Trustee Fees	-	-	\$ 3,800.00	\$ (3,800.00)	0.00%
VI.A.2 GETG/Trustee Expenses	-	-	250.00	(250.00)	0.00%
VI.A Total Clean-up Activities	-	-	4,050.00	(4,050.00)	0.00%
VI.C Legal Affairs					
VI.C.1 Outside Counsel	-	-	1,000.00	(1,000.00)	0.00%
VI.C Total Legal Affairs	-	-	1,000.00	(1,000.00)	0.00%
VI.D Financial Affairs					
VI.D.1 Wipfli Fees & Expenses	-	-	500.00	(500.00)	0.00%
VI.D Total Financial Affairs	-	-	500.00	(500.00)	0.00%
VI.E MDEQ Environmental Actions and Oversight Costs					
VI.E.1 MDEQ Environmental Actions and Oversight Costs	-	-	-	-	0.00%
VI.E Total MDEQ Environmental Actions and Oversight Costs	-	-	-	-	0.00%
Total expenses	-	-	5,550.00	(5,550.00)	0.00%
Change in net assets	1,496.82	2,978.32	\$ (5,550.00)	\$ 5,550.00	-53.66%
Net assets, beginning of period	269,671.31	268,189.81			
Net assets, end of period	\$ 271,168.13	\$ 271,168.13			